

## RESOLUTION 32-2008

### **RESOLUTION RELATING TO RURAL SPECIAL IMPROVEMENT DISTRICT NO. 2506; PRELIMINARY LEVY OF SPECIAL ASSESSMENTS ON PROPERTY WITHIN THE DISTRICT FOR THE PURPOSE OF FINANCING THE COST OF CERTAIN LOCAL IMPROVEMENTS AND FUNDING MAINTENANCE COSTS OF THE IMPROVEMENTS**

**BE IT RESOLVED** by the Board of County Commissioners of Jefferson County, Montana (the "County"), as follows:

Section 1. The District; Improvements; Maintenance. The County has created a Rural Special Improvement district (the "District") pursuant to Montana Code Annotated, Title 7, Chapter 12, Part 21, as amended (the "Act"), denominated Rural Special Improvement District No. 2506 (the "District"), and undertaken certain local improvements (the "Improvements") to benefit property located therein. The Improvements have been or, by the conclusion of the current construction season, will be substantially completed and the total costs of the Improvements to be paid with proceeds of the Bond (as hereinafter defined) are estimated to be \$80,000, including all incidental costs. The County has also provided for funding the estimated costs of maintaining the Improvements.

Section 2. The Bond. The County has pursuant to the Act issued its Rural Special Improvement district bonds drawn on the District, denominated "Rural Special Improvement District No. 2506 Bond", in the original aggregate principal amount of \$80,000 (the "Bond"), to finance costs, including incidental costs, of the Improvements. The Bond is payable primarily from special assessments to be levied against property in the District.

Section 3. Method of Assessment. (a) Pursuant to Resolution No. 17-2007, adopted by this Board on July 3, 2007, and which constitutes the resolution of intention to create the District, this Board determined to levy special assessments to pay the costs of the Improvements on the basis therein provided as authorized by the Act. The County also provided in such resolution of intention to create the District for creating a maintenance district and funding costs of maintaining the Improvements.

(b) This Board hereby ratifies and confirms that the assessment of costs of the specific Improvements against the properties benefitted thereby as prescribed by the resolution of intention are equitable and in proportion to and not exceeding the special benefits derived from the respective Improvements by the lots, tracts and parcels to be assessed therefore within the District, and the special assessments authorized by this resolution are in accordance with the methods and do not exceed the amounts prescribed by the resolution of intention.

Section 4. Proposed Levy of Assessments. The special assessments for the costs of the Improvements shall be levied and assessed against properties in the District in accordance with the method of assessments referred to in Section 3. Such assessments shall be payable over a

term not exceeding 15 years, each in substantially equal semiannual payments of principal and interest within a fiscal year, taking into account each year the variable rate of interest under the INTERCAP Program of the Montana Board of Investments. Property owners shall have the right to prepay the special assessments as provided by law.

The special assessments shall bear interest from the date of issuance of the Bond until paid at an annual rate equal to the Interest Rate (as hereinafter defined), as such may change from time to time, plus penalties and interest for delinquent installments as provided by law. As used herein, "Interest Rate" means, as of the date of determination, the sum determined as of the date an installment of the special assessment is levied each fiscal year, of: (I) the then current Loan Rate (i.e., the interest rate under the INTERCAP Program of the Montana Board of Investments then in effect), plus (ii) one percent (1.00%) per annum, plus (iii) if and to the extent that the Loan Rate is then less than fifteen percent (15.00%) per annum (the maximum interest rate on the Bond), an additional one percent (1.00%) per annum, interest being payable with principal installments. The Interest Rate shall be determined by August of each fiscal year so long as any Bond is outstanding and shall apply to the outstanding installments of the special assessments not delinquent. If no amounts under the Bond are outstanding, but special assessments remain unpaid and are not delinquent, the Interest Rate shall be equal to the Interest Rate as most recently determined. The initial Interest Rate for the fiscal year ending June 30, 2009 (and with respect to principal and interest installments due on the Bond on February 15, 2009 and August 15, 2009) shall be 6.25% per annum.

Exhibit A to this Resolution (which is hereby incorporated herein and made a part hereof) contains a description of each lot, tract or parcel of land to be assessed, the name of the owner, if known, and as to special assessments due November 30, 2008 and May 31, 2009 to pay debt service on the Bond, the total amount of the special assessment levied against each lot, tract or parcel, the amount of each partial payment of the special assessment, and the day when each such partial payment shall become delinquent (the "Assessment Roll"). Exhibit A also contains the proposed amount to be assessed to pay maintenance costs of the Improvements.

The Assessment Roll is preliminary and is subject to consideration by this Board of the objections, if any, from owners of property in the District following the public hearing provided for in Section 7.

Section 5. Filing of Resolution. This resolution shall be kept on file in the office of the County Clerk and Recorder and shall be open to public inspection.

Section 6. Notice of Proposed Levy of Assessments. The County Clerk and Recorder is hereby authorized and directed to cause a copy of the notice of the passage of this resolution, substantially in the form of Exhibit B hereto (which is hereby incorporated herein and made a part hereof), (i) to be published twice in a newspaper meeting the requirements of Montana Code Annotated, Section 7-1-2121, with not less than six days between each publication before the date of the public hearing provided for in Section 7, (ii) to be mailed to the owner of each lot, tract or parcel of land to be assessed (to be determined from the last completed assessment roll for state, county, and school district taxes), on or before the same day such notice is first published; and (iii) to be mailed to such other persons or entities known by the County Clerk and Recorder to

have an ownership interest in such lots, tracts or parcels (including, without limitation, mortgagees and vendees under contracts of deed), on or before the same day such notice is first published.

Section 7. Public Hearing; Objections. This Board shall meet on Tuesday, the 2<sup>nd</sup> day of September, 2008 at 2:00 p.m., in the Jefferson County Courthouse at 201 Centennial, Boulder, Montana, for the purpose of conducting a public hearing on the levying and assessment of the special assessments in the District and considering the objections, if any, of the property owners to the levying and assessment of the special assessments.

**ADOPTED** by the Board of County Commissioners of Jefferson County, Montana, this 19<sup>th</sup> day of August, 2008.

**ATTEST:**

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**BONNIE RAMEY**  
**CLERK AND RECORDER**

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**KEN WEBER, CHAIR**

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**TOMAS E. LYTHGOE, COMMISSIONER**

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**CHUCK NOTBOHM, COMMISSIONER**

## EXHIBIT A

### Proposed Assessment Roll for Debt Service on the Bond and Maintenance

Owner	Legal Description of Property	All Nov. Assessments for Bond debt service delinquent after 11/30/08 and each anniversary thereof for 15 years. Nov. 2008 assessments for Bond debt service due below*	All May Assessments for Bond debt service delinquent after 05/31/09 and each anniversary thereof for 15 years. May 2009 assessments for Bond debt service due below*	All Nov. Assessments for maintenance delinquent after 11/30/08 and each anniversary thereof for an indefinite term. Nov. 2008 assessments for maintenance due below	All May Assessments for maintenance delinquent after 05/31/09 and each anniversary thereof for an indefinite term. May 2009 assessments for maintenance due below
TURNER JAMES D & JULIE A	MARONICK 1 <sup>ST</sup> ADDN TO SADDLE MTN LT 4	\$125.69	\$125.69	\$38.00	\$38.00
BUTALA TRACY JOE & ELAINE MARIE	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
MAKI GREG	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
JONES DEBORAH W	MARONICK 1 <sup>ST</sup> ADDN TO SADDLE MNT EST LOT 7	\$125.69	\$125.69	\$38.00	\$38.00
JONES DEBORAH W	MARONICK 1 <sup>ST</sup> ADDN TO SADDLE MNT EST LOT 8	\$125.69	\$125.69	\$38.00	\$38.00
TALLENT GORDON C & PATRICIA A	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
DENLER DOUGLAS P & CONNIE M	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
HOOSLINE RUSSELL D & JONI L	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
TRUEB LANNING MICHAEL & LINDA	MARONICK 1 <sup>ST</sup> ADD TO SADDLE MTN EST LOT 22	\$125.69	\$125.69	\$38.00	\$38.00
CLEMENT THOMAS & BERNADINE	MARONICK 1 <sup>ST</sup> ADDN LT 21	\$125.69	\$125.69	\$38.00	\$38.00
EARNHARDT MARK D & MARY ELLEN	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
YAKAWICH STEPHEN GARY & HEIDI	MARONICK 1 <sup>ST</sup> ADDN TO SADDLE MTN EST LT 19	\$125.69	\$125.69	\$38.00	\$38.00
LENIK GRAYSON K & ANNE M	MARONICK 1 <sup>ST</sup> ADDN	\$125.69	\$125.69	\$38.00	\$38.00
ZITZKA MARK A & JEANETTE G	ACCORDING TO SURVEY #164232, F414B	\$125.69	\$125.69	\$38.00	\$38.00
BISKIS PETER P & ROBIN A	MARONICK 1 <sup>ST</sup> ADDN AMENDED LT 31R COS 164232	\$125.69	\$125.69	\$38.00	\$38.00
MANNING JIM	ACCORDING TO SURVEY #164232, F414B	\$125.69	\$125.69	\$38.00	\$38.00
Owner	Legal Description of Property	All Nov. Assessments for Bond debt service delinquent after 11/30/08 and each anniversary thereof for 15 years. Nov. 2008 assessments for Bond debt service due below*	All May Assessments for Bond debt service delinquent after 05/31/09 and each anniversary thereof for 15 years. May 2009 assessments for Bond debt service due below*	All Nov. Assessments for maintenance delinquent after 11/30/08 and each anniversary thereof for an indefinite term. Nov. 2008 assessments for maintenance due below	All May Assessments for maintenance delinquent after 05/31/09 and each anniversary thereof for an indefinite term. May 2009 assessments for maintenance due below

		below*			
TEEGARDEN ROBERT T & AMY ROSE	SADDLE MOUNTAIN EST #1 LOT 29	\$125.69	\$125.69	\$38.00	\$38.00
DRAKE DELMAR K & AGNES P	MARONICK 1 <sup>ST</sup> ADDN SADDLE MTN LOT 28	\$125.69	\$125.69	\$38.00	\$38.00
KLUTH KENNETH K & LAURA J	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
PEARSON FAMILY TRUST	SADDLE MOUNTAIN LOT 41	\$125.69	\$125.69	\$38.00	\$38.00
JOHNSON PAUL D	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
STUART SIDNEY A & MARGARET L	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
MC CULSKEY JAMES L	MARONICK 1 <sup>ST</sup> ADDN TO SADDLE MTN EST LOT 34	\$125.69	\$125.69	\$38.00	\$38.00
KOCH DAVID L & BRENDA D	MARONICK 1 <sup>ST</sup> ADD SADDLE MTN EST LOT 35	\$125.69	\$125.69	\$38.00	\$38.00
MUNGER RICHARD T & ELIZABETH D	MARONICK SADDLE MOUNTAIN 1	\$125.69	\$125.69	\$38.00	\$38.00
MARTIN THOMAS S	MARONICK 1 <sup>ST</sup> ADDN SADDLE MTN LOT 18	\$125.69	\$125.69	\$38.00	\$38.00
SEKERAK CAROLYN J LIVING TRUST	MARONICK 1 <sup>ST</sup> ADDN SADDLE MTN EST LT 12	\$125.69	\$125.69	\$38.00	\$38.00
CORMANY ALLEN W	MARONICK 1 <sup>ST</sup> ADDN SADDLE MTN EST LT 13	\$125.69	\$125.69	\$38.00	\$38.00
SATTERFIELD JOEL W & GINA L	MARONICK 1 <sup>ST</sup> ADDN SADDLE MTN EST LT 14	\$125.69	\$125.69	\$38.00	\$38.00
SADDLE MOUNTAIN SERVICES CORP	MARONICK FIRST ADDITION LOT 15	\$125.69	\$125.69	\$38.00	\$38.00
BLIXT KELLY	MARONICK 1 <sup>ST</sup> ADDN TO SADDLE MTN EST LT 16	\$125.69	\$125.69	\$38.00	\$38.00
RICE WILLIAM A & ALYCE P	MARONICK SADDLE MOUNTAIN 1 LOT 37	\$125.69	\$125.69	\$38.00	\$38.00
MC MAHON JOSEPH P & KELLE L	MARONICK 1 <sup>ST</sup> ANND SADDLE MTN LT 36	\$125.69	\$125.69	\$38.00	\$38.00
*In each fiscal year the ten outstanding principal amount of assessments will be reamortized in equal semi-annual installments over the term of the remaining assessments at an interest rate equal to the sum of (i) the then current Loan Rate (i.e., the INTERCAP Program rate then in effect), plus (ii) one percent (1.00%) per annum, plus (iii) if and to the extent that the Loan Rate is then less than fifteen percent (15.00%) per annum (the maximum interest rate on the Bond), an additional one percent (1.00%) per annum, interest being payable with principal installments.					

## **EXHIBIT B**

### **NOTICE OF PROPOSED LEVY OF SPECIAL ASSESSMENTS IN RURAL SPECIAL IMPROVEMENT DISTRICT NO. 2506**

#### **JEFFERSON COUNTY, MONTANA**

**NOTICE IS HEREBY GIVEN** that on August 19, 2008, the Board of County Commissioners of Jefferson County, Montana (the "County"), adopted a resolution proposing to levy and assess special assessments against benefited property in Rural Special Improvement District No. 2506 in the County (the "District") for the purpose of financing the costs of certain local improvements and paying costs incidental thereto.

A complete copy of the resolution, which includes the proposed assessment roll and the amount of each special assessment, is on file with the Clerk and Recorder and is available for public inspection.

On Tuesday, September 2, 2008, at 2:00 p.m., in the Jefferson County Courthouse at 201 Centennial, Boulder, Montana, the Board of County Commissioners will conduct a public hearing and pass upon all objections, whether made orally or in writing, to the proposed levy of the special assessments.

Further information regarding the special assessments or other matters in respect thereof may be obtained from the County Clerk and Recorder, Jefferson County Courthouse at 201 Centennial, Boulder, Montana or by telephone at (406) 225-4020.

Dated: August 19, 2008.

**BY ORDER OF THE BOARD OF COUNTY  
COMMISSIONERS OF JEFFERSON COUNTY  
MONTANA**

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County Clerk and Recorder

(Publication Dates: August 20 and August 27, 2008)

(Mailing Date: August 20, 2008)